

## **FISCAL NOTE**

TO: Chief Clerk of the Senate  
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: March 27, 1995

SUBJECT: **HB 289 - SB 438**

This bill, if enacted, will add a provision to eliminate the caretaker's portion of the AFDC grant until the caretaker identifies the father of the child and paternity is established through court action. The bill also provides for the Commissioner of the Department of Human Services to promulgate rules to implement this act and directs the Commissioner to apply for waivers to avoid jeopardizing federal funds.

The fiscal impact from enactment of this bill is estimated to result in an increase in first year recurring expenditures of \$1,041,142 and one-time expenditures of \$43,370 of which \$685,806 will be state funds. This estimate includes four staff positions and associated expenses for the Department of Human Services and 14 Juvenile Court Referees and associated expenses.

It is also estimated that enactment of the bill will result in a decrease in first year expenditures from elimination of the caretaker's share of \$10,777,536 of which \$3,679,450 will be state funds.

Enactment of the bill is also estimated to result in a net increase in revenues of \$5,643,084 the first year from child support collections of which \$1,918,648 will be state funds.

In summary, the fiscal impact of this bill is estimated to result in a net savings of \$15,336,108 of which \$6,283,904 will be state funds.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James A. Davenport". The signature is written in a cursive style with a large, stylized "J" and "D".

James A. Davenport, Executive Director